

FISCAL NOTE

SB 3110 - HB 3474

March 3, 2006

SUMMARY OF BILL: Enacts the "Tennessee Financial Information Privacy Act." Prohibits a financial institution from selling, sharing, transferring, or otherwise disclosing nonpublic personal information of a consumer to any affiliate or nonaffiliated third-party without the prior consent of the consumer. Requires that from July 1, 2007, no nonpublic information can be disclosed to a nonaffiliated financial institution even if there is a preexisting contract with the nonaffiliated institution. Any violations of the act would be enforced under the Tennessee Consumer Protection Act of 1977 and enforcement actions will be taken by the Attorney General's Office.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Not Significant
Increase State Revenues – Not Significant

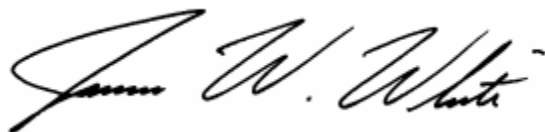
Increase Local Govt. Expenditures – Not Significant
Increase Local Govt. Revenues – Not Significant

Assumptions:

- There will be an increase in state expenditures for legal action taken by the Attorney General's Office and an increase in state revenues from civil penalties.
- There will be an increase in state expenditures to implement and monitor provisions of this bill.
- Any increases in cases in the court system that will result in additional state and local government expenditures for processing the cases and additional state and local government revenues from fees, taxes, and costs collected. However, such increases will not be significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director